

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

PURCHASED GAS ADJUSTMENT	)	
FILING OF THE UNION LIGHT,	)	CASE NO. 9029-B
HEAT AND POWER COMPANY	)	

O R D E R

On October 24, 1984, the Commission issued its Order in Case No. 9029, approving certain rates and providing for adjustments of these rates on a quarterly basis in accordance with the provisions of the gas cost adjustment clause set forth therein.

On March 4, 1985, The Union Light, Heat and Power Company ("Union") filed its revised quarterly gas cost adjustment which is to become effective April 1, 1985, and is to remain in effect until June 28, 1985. The filing reflected an adjustment to reflect anticipated purchases from Gas Ohio Transport, Inc.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Union's notice of March 4, 1985, set out certain revisions in rates which Union proposed to place into effect, said rates being designed to pass on the wholesale decrease in gas costs from its suppliers in the amount of \$2,724,649 or 22.3 cents per Mcf.

(2) Union's notice set out a total refund adjustment of 4.4 cents per Mcf, replacing the previous adjustment of 2.9 cents

per Mcf. This adjustment includes a current quarter supplier refund of \$313,474 plus interest which is due Union's customers.

(3) Union's notice set out a total actual adjustment of 20.7 cents per Mcf to compensate for previous over-recovery of gas cost by the company through the operation of its gas cost recovery procedure.

(4) Union's notice set out a balance adjustment of 3.4 cents per Mcf to compensate for over- and under-collections which occurred as a result of previous gas cost, refund and balance adjustments.

(5) Union proposed a gas cost recovery rate for exempt customers in the amount of \$4.376 per Mcf, a decrease of \$0.678 per Mcf. This decrease represents the combined effect of the supplier decrease, refund, actual and balancing adjustments.

(6) Union's adjustment in rates set out in the Appendix to this Order is fair, just and reasonable and in the public interest and should be effective with bills rendered on and after April 1, 1985.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective for bills rendered on and after April 1, 1985.

IT IS FURTHER ORDERED that the gas cost recovery rate for exempt customers shall be \$4.376 per Mcf effective for bills rendered on and after April 1, 1985.


IT IS FURTHER ORDERED that within 30 days of the date of this Order, Union shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 12th day of March, 1985.

PUBLIC SERVICE COMMISSION

Richard D. Herman  
Chairman

Vice Chairman

  
Commissioner

**ATTEST:**

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION  
IN CASE NO. 9029-B DATED MARCH 12, 1985

The following rates and charges are prescribed for the customers served by Union Light, Heat and Power Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATE GS

GENERAL SERVICE

Customer Charge per month:	
Residential Service	\$4.50
Non-Residential Service	\$6.00

	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>	<u>Total Rate</u>
All gas used	14.46¢ plus	43.76¢	equals 58.22¢ per 100 cu. ft.

Minimum Bill: The minimum monthly charge shall be the customer charge as stated above.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.

RATE F

Special Contract - Firm Use

	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>	<u>Total Rate</u>
All gas used	7.97¢ plus	43.76¢	equals 51.73¢ per 100 cu. ft.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.

RATE OP

OFF PEAK

NET MONTHLY BILL

Computed in accordance with the following charges:

(1) Firm Use shall be billed in accordance with Rate GS, General Service;

(2) Off Peak Gas (i.e., Gas in excess of Firm Use) shall be billed in accordance with the following:

	<u>Base Rate</u>	<u>Gas Cost Adjustment</u>		<u>Total Rate</u>
All consumption	5.00¢ plus	43.76¢	equals	48.76¢ per 100 cu. ft.

The "Gas Cost Adjustment" as shown above, is an adjustment per 100 cubic feet determined in accordance with the "Gas Cost Adjustment Clause" set forth on Sheet No. 19 of this tariff.